

## **Historic, archived document**

Do not assume content reflects current scientific knowledge, policies, or practices.



Reserve

SOUTH BEND-LAPORTE-ELKHART, INDIANA MILK MARKET NEWS

NATIONAL AGRICULTURAL LIBRARY

Federal Order No. 31  
U. S. Department of Agriculture  
Agricultural Marketing Service  
Telephone: Atlantic 8-2571

AUG 26 1963

Market Administrator  
220 South William Street  
P. O. Box 216  
South Bend 24, Indiana

Issued for Information of Producers  
Who Are Not Members of Cooperative Associations

Vol. VII, No. 7

July 1963

JUNE BASE PRICE \$3.68

Dairy farmers will receive a base price of \$3.68 for June 1963 deliveries of Grade A base milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order. This base price is based upon a butterfat test of 3.5 percent, and will be adjusted by a differential of 7 cents for each one tenth percent that tests vary above or below the 3.5 percent standard. This price is 4 cents higher than the base price of June 1962.

JUNE EXCESS PRICE \$2.96

June 1963 deliveries of Grade A excess milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order will be paid for at the rate of \$2.96 per hundredweight for 3.5 percent milk and adjusted by the same differential of 7 cents as is used for base milk. These minimum prices are subject to a 4 cent per hundredweight marketing service deduction, together with the authorized hauling charge. This price is 7 cents higher than the excess price for June 1962. For comparative purposes, a uniform price of \$3.58 per hundredweight was computed, which is 4 cents less than the computed uniform price of May 1963 and 4 cents higher than for June 1962.

PRODUCER RECEIPTS

Daily production when compared with June 1962 is almost the same, but when compared with May of 1963, it shows a 6 percent decrease. This 6 percent decrease is 1.5 percent less than it was a year ago. Drought conditions the last half of June this year has helped bring on this sharp decrease in production.

CLASS I SALES

A decline of 11 percent in daily Class I sales is almost 3 times as much decline as was recorded last year from May to June. Class I sales have been running almost the same as the previous year up to this month. Another month of data should be studied before any conclusion can be drawn as to a trend.

RECOMMENDED DECISION

A recommended decision as it pertains to the removal of the base-excess plan in this order has been issued July 11, 1963. If this amendment goes through, there will be no base setting period for the fall of 1963.

CLASS I PRICE

The Class I price for the July 1963 delivery period will be \$4.16 per hundredweight for 3.5 percent milk. This price was computed by adding \$1.10 per hundredweight to the basic formula price (\$3.08), minus the 2 cent supply-demand adjustment. The supply-demand adjustment for the August 1963 delivery period will be a minus 6 cents.

ORDER NO. 31 PRICES

Class Prices and Uniform Prices Per Cwt. for 3.5% Milk  
Average Prices For The Years 1954-1960 And By Months From 1961 To Date

Year and Month	<u>CLASS I</u>			<u>CLASS II</u>		<u>CLASS III</u>	<u>UNIFORM PRICES</u>	
	Differ- ential	Supply Demand	Milk Price	Differ- ential	Milk Price	Milk Price	Milk Price	B. F. Differ- ential
1954	\$ 1.10	\$ - .243	\$3.930	\$ --	\$ --	\$2.874	\$3.636	\$ .072
1955	1.10	- .134	4.000	--	--	3.018	3.785	.069
1956	1.22	- .049	4.277	--	--	3.118	4.005	.071
1957	1.10	- .177	4.060	.59	3.688	3.126	3.833	.071
1958	1.08	- .118	3.980	.60	3.611	3.009	3.777	.070
1959	1.10	+ .075	4.188	.60	3.608	3.018	3.966	.072
1960	1.10	- .008	4.220	.60	3.720	3.150	3.988	.071
<u>1961</u>								
Jan.	\$ 1.10	\$ - .06	\$4.48	\$ .70	\$4.14	\$3.42	\$4.26	\$ .073
Feb.	1.10	- .02	4.50	.70	4.12	3.24	4.26	.073
Mar.	.90	- .02	4.12	.45	3.69	3.23	3.94	.073
Apr.	.90	- .02	4.11	.45	3.68	3.23	3.91*	.073
May	.90	.00	4.13	.45	3.68	3.19	3.84*	.073
June	.90	+ .02	4.11	--	3.30	3.12	3.76*	.073
July	1.10	+ .02	4.24	--	3.31	3.15	3.95*	.073
Aug.	1.30	- .04	4.41	--	3.33	3.17	4.13	.073
Sept.	1.30	- .06	4.41	--	3.33	3.18	4.16	.073
Oct.	1.30	- .04	4.44	--	3.33	3.19	4.12	.073
Nov.	1.30	+ .02	4.51	--	3.32	3.21	4.22	.073
Dec.	1.10	- .02	4.29	--	3.34	3.19	4.00	.073
Av.	\$ 1.10	\$ - .018	\$4.31	\$ .55	\$3.55	\$3.21	\$4.05	\$ .073
<u>1962</u>								
Jan.	\$ 1.10	\$ - .12	\$4.17	\$ --	\$3.34	\$3.18	\$3.92	\$ .073
Feb.	1.10	- .10	4.18	--	3.33	3.14	3.92	.073
Mar.	.90	- .10	4.09	--	3.32	3.06	3.85	.073
Apr.	.90	- .08	4.03	--	3.14	2.93	3.69*	.070
May	.90	- .04	3.91	--	3.09	2.90	3.55*	.070
June	.90	- .04	3.87	--	3.08	2.89	3.54*	.070
July	1.10	- .06	4.05	--	3.08	2.90	3.71*	.070
Aug.	1.30	- .04	4.29	--	3.07	2.90	3.96*	.070
Sept.	1.30	- .04	4.30	--	3.10	2.91	4.00	.070
Oct.	1.30	- .04	4.32	--	3.09	2.96	4.04	.070
Nov.	1.30	+ .02	4.39	--	3.11	3.01	4.10	.070
Dec.	1.10	+ .04	4.24	--	3.12	3.02	3.89	.070
Av.	\$ 1.10	\$ - .05	\$4.15	\$ --	\$3.16	\$2.98	\$3.85	\$ .071
<u>1963</u>								
Jan.	\$ 1.10	\$ - .04	\$4.17	\$ --	\$3.13	\$3.03	\$3.87	\$ .070
Feb.	1.10	- .10	4.10	--	3.13	3.05	3.83	.070
Mar.	.90	- .10	3.90	--	3.14	3.06	3.68	.070
Apr.	.90	- .08	3.91	--	3.13	3.02	3.67*	.070
May	.90	- .04	3.94	--	3.13	2.98	3.62*	.070
June	.90	- .02	3.95	--	3.14	2.96	3.58*	.070
July	1.10	- .02	4.16	--				

\* The price shown here is the weighted average of the base price and the excess price.



SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Vol. VII, No. 7

UTILIZATION AND CLASSIFICATION OF MILK

July 1963

	June 1963		June 1962	
	Reported Data		Audited Data	
	Product Pounds	Butterfat Pounds	Product Pounds	Butterfat Pounds
<u>CLASS I</u>				
Milk	8,427,010	296,132	9,134,085	320,795
2% Skim Milk	721,057	15,461	--	--
Skim Milk	94,482	52	151,205	772
Fortified Skim Milk	76,927	381	719,000	14,795
Buttermilk	87,216	898	90,763	858
Flavored Milk & Drink	286,664	8,631	291,680	8,757
Cereal Mixture	148,702	18,114	159,218	20,081
Coffee Cream	8,155	1,523	11,913	2,352
Whipping Cream	25,142	9,688	28,352	10,961
Sour Cream	11,908	2,323	12,371	2,363
Eggnog	--	--	8	1
Total Class I Utilization	9,887,263	353,203	10,598,595	381,735
Add: Class I Shrinkage	90,592	4,678	47,988	3,534
Subtract: Other Source Receipts	--	--	--	--
Subtract: Overage	--	--	--	--
Net Class I	9,977,855	357,881	10,646,583	385,269
<u>CLASS II</u>				
Used to Produce Cottage Cheese	282,019	3,566	312,466	6,242
Subtract: Other Source Receipts	--	--	--	--
Subtract: Overage	--	--	--	--
Net Class II	282,019	3,566	312,466	6,242
<u>CLASS III</u>				
Class III Products	5,844,936	227,676	5,914,177	222,984
Inventory Variation	186,348	8,916	(616,303)	(12,156)
Total Class III Utilization	6,031,284	236,592	5,297,874	210,828
Add: Class III Shrinkage	244,174	8,527	166,093	6,512
Subtract: Other Source Receipts	516,266	27,587	389,908	22,154
Subtract: Overage	3,568	--	164	164
Net Class III	5,755,624	217,532	5,073,895	195,022
TOTAL PRODUCER RECEIPTS	16,015,498	578,979	16,032,944	586,533

MISCELLANEOUS INFORMATION

	June 1963	May 1963	June 1962
Average Daily Production	533,850#	567,027#	534,431#
June 1963 Production Compared With -	--	- 5.85%	- 0.11%
Class I Daily Average	329,575#	371,791#	353,286#
June 1963 Sales Compared With -	--	- 11.35%	- 6.71%
Number of Producers	639	641	698
Daily Herd Production	835#	885#	766#
Av. Test of Producer Milk Received	3.6151%	3.7091%	3.6583%
Total Value Paid Producers	\$587,152.22	\$661,820.75	\$587,388.50
Av. Monthly Milk Check Per Farm	\$ 918.86	\$ 1,032.48	\$ 841.53
Av. Daily Milk Check Per Farm	\$ 30.63	\$ 33.31	\$ 28.05

# RECEIPTS AND CLASSIFICATION OF PRODUCER MILK

<u>Year</u>	<u>CLASS I</u>		<u>CLASS II</u>		<u>CLASS III</u>		<u>Total Producer Receipts</u>
	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	
1954	7,272,928	70.4	--	--	3,058,935	29.6	10,331,863
1955	8,692,563	76.3	--	--	2,695,649	23.7	11,388,212
1956	10,125,716	75.4	--	--	3,302,901	24.6	13,428,617
1957	11,720,328	70.8	1,107,967	6.7	3,725,823	22.5	16,554,118
1958	13,517,112	73.0	1,310,449	7.1	3,685,335	19.9	18,512,896
1959	16,589,993	76.9	1,211,475	5.6	3,769,307	17.5	21,570,775
1960	17,498,173	74.3	1,458,651	6.3	4,634,073	19.4	23,590,897
<u>1961</u>							
Jan.	19,690,835	75.4	1,428,275	5.5	4,975,674	19.1	26,094,784
Feb.	17,464,772	75.9	1,421,718	6.2	4,129,407	17.9	23,015,897
Mar.	12,420,107	75.6	382,047	2.3	3,627,652	22.1	16,429,806
Apr.	11,484,078	73.4	318,468	2.0	3,848,568	24.6	15,651,114
May	11,792,418	67.0	321,915	1.8	5,481,802	31.2	17,596,135
June	9,830,977	63.8	313,085	2.0	5,264,837	34.2	15,408,899
July	10,613,606	70.4	675,908	4.5	3,790,475	25.1	15,079,989
Aug.	11,084,817	75.8	693,508	4.7	2,844,025	19.5	14,622,350
Sept.	10,923,499	77.5	326,563	2.3	2,837,715	20.2	14,087,777
Oct.	12,181,290	73.3	338,433	2.0	4,105,238	24.7	16,624,961
Nov.	11,955,642	76.4	289,822	1.9	3,393,575	21.7	15,639,039
Dec.	11,801,030	72.3	279,474	1.7	4,250,327	26.0	16,330,831
Av.	12,603,589	73.1	565,768	3.1	4,045,775	23.8	17,215,132
<u>1962</u>							
Jan.	12,231,118	73.2	330,249	2.0	4,148,001	24.8	16,709,368
Feb.	11,188,371	73.3	389,585	2.6	3,678,047	24.1	15,256,003
Mar.	12,417,545	73.9	483,171	2.9	3,899,565	23.2	16,800,281
Apr.	11,110,184	68.6	364,144	2.2	4,732,699	29.2	16,207,027
May	11,414,525	63.7	340,658	1.9	6,176,413	34.4	17,931,596
June	10,651,666	66.4	300,014	1.9	5,079,736	31.7	16,031,416
July	10,378,121	69.9	322,423	2.2	4,147,090	27.9	14,847,634
Aug.	11,018,946	75.7	418,211	2.9	3,110,285	21.4	14,547,442
Sept.	11,381,995	77.3	326,964	2.2	3,008,081	20.5	14,717,040
Oct.	12,434,200	79.2	341,404	2.2	2,931,224	18.6	15,706,828
Nov.	11,945,879	77.7	359,223	2.3	3,075,136	20.0	15,380,238
Dec.	11,637,393	71.2	237,660	1.5	4,471,118	27.3	16,346,171
Av.	11,484,162	72.5	351,142	2.2	4,038,116	25.3	15,873,420
<u>1963</u>							
Jan.	12,076,063	72.6	325,447	1.9	4,237,665	25.5	16,639,175
Feb.	10,884,996	72.7	268,859	1.8	3,810,435	25.5	14,964,290
Mar.	11,949,001	73.5	394,568	2.4	3,909,489	24.1	16,253,058
Apr.	11,471,912	71.5	270,792	1.7	4,291,808	26.8	16,034,512
May	11,528,781	65.6	307,140	1.7	5,741,907	32.7	17,577,828
June	9,977,855	62.3	282,019	1.8	5,755,624	35.9	16,015,498